

ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2008

	July-08				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Month Net ROR	FYTD Net	FY08 Net	Ended 6/30/2008 Net	Ended 6/30/2008 Net
LARGE CAP DOMESTIC EQUITY								
Structured Growth								
Los Angeles Capital	49,409	4.4%	4.4%	-1.18%	-1.18%	-7.79%	7.68%	N/A
Total Structured Growth	49,409	4.4%	4.4%	-1.18%	-1.18%	-7.79%	7.68%	9.56%
Russell 1000 Growth				-1.90%	-1.90%	-5.96%	5.91%	7.32%
Structured Value								
LSV	43,931	4.0%	4.4%	-0.58%	-0.58%	-21.43%	3.81%	11.57%
Russell 1000 Value				-0.36%	-0.36%	-18.78%	3.53%	8.92%
Russell 1000 Enhanced Index								
LA Capital	95,553	8.6%	8.9%	-2.05%	-2.05%	-9.54%	6.97%	N/A
Russell 1000				-1.16%	-1.16%	-12.36%	4.81%	
S&P 500 Enhanced Index								
Westridge	98,140	8.8%	8.9%	-0.73%	-0.73%	-12.18%	4.98%	N/A
S&P 500				-0.84%	-0.84%	-13.12%	4.41%	
Index								
State Street	31,916			-1.16%	-1.16%	-18.24%	2.93%	6.64%
Total 130/30	31,916	2.9%	3.0%	-1.16%	-1.16%	-18.24%	2.93%	6.64%
S&P 500				-0.84%	-0.84%	-13.12%	4.41%	7.59%
TOTAL LARGE CAP DOMESTIC EQUITY	318,949	28.7%	29.7%	-1.22%	-1.22%	-12.71%	5.68%	9.31%
S&P 500				-0.84%	-0.84%	-13.12%	4.41%	7.59%
SMALL CAP DOMESTIC EQUITY								
Manager-of-Managers								
SEI	64,149	5.8%	6.0%	0.99%	0.99%	-20.93%	2.06%	9.10%
Russell 2000 + 200bp				3.87%	3.87%	-14.48%	5.88%	12.50%
Enhanced								
Research Affiliates	67,314	6.1%	6.0%	2.98%	N/A	N/A	N/A	N/A
Russell 2000				3.70%	3.70%	-16.19%		
TOTAL SMALL CAP DOMESTIC EQUITY	131,463	11.8%	12.1%	1.97%	1.97%	-21.14%	1.97%	9.04%
Russell 2000				3.70%	3.70%	-16.19%	3.79%	10.29%
INTERNATIONAL EQUITY								
Large Cap - Active								
Capital Guardian	56,298	5.1%	5.3%	-4.00%	-4.00%	-12.37%	12.24%	14.35%
LSV	55,151	5.0%	5.3%	-2.50%	-2.50%	-25.78%	7.37%	N/A
Total Large Cap - Active	111,449	10.0%	10.6%	-3.27%	-3.27%	-19.29%	9.83%	13.46%
MSCI EAFE - 50% Hedged				-2.64%	-2.64%	-15.14%	10.93%	14.67%
Small Cap - Value								
DFA	13,095	1.2%	1.3%	-4.44%	N/A	N/A	N/A	N/A
Total Small Cap Value	13,095	1.2%	1.3%	-4.44%	-4.44%	-12.74%	9.30%	17.27%
S&P/Citigroup Broad Market Index < \$2BN				-4.30%	-4.30%	-25.49%	7.39%	17.33%
Small Cap - Growth								
Vanguard	12,739	1.1%	1.3%	-5.82%	-5.82%	-17.52%	11.77%	20.18%
Citigroup Broad Market Index < \$2BN				-4.30%	-4.30%	-25.49%	7.39%	17.33%
TOTAL INTERNATIONAL EQUITY	137,283	12.3%	13.3%	-3.62%	-3.62%	-18.83%	9.79%	14.56%
MSCI EAFE - 50% Hedged				-2.64%	-2.64%	-15.14%	10.93%	14.67%

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	July-08				Current FYTD	Prior Year FY08	3 Years Ended 6/30/2008	5 Years Ended 6/30/2008
	Market Value	Allocation Actual	Policy	Month Net ROR	Net	Net	Net	Net
DOMESTIC FIXED INCOME								
Core Bond								
Western Asset	139,074	12.5%	12.4%	-1.78%	-1.78%	2.06%	2.76%	3.55%
<i>Lehman Aggregate</i>				-0.08%	-0.08%	7.12%	4.09%	3.86%
Mortgage Backed								
Hyperion	30,490	2.7%	3.2%	-8.02%	-8.02%	-20.24%	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				-0.06%	-0.06%	10.14%		
Core Plus/Enhanced								
<i>Clifton Group</i>	40,926	3.7%	3.2%	0.45%	0.45%	10.17%	N/A	N/A
<i>Prudential</i>	40,800	3.7%	3.2%	-0.24%	-0.24%	4.89%	N/A	N/A
Total Core Plus/Enhanced	81,726	7.4%	6.4%	0.10%	0.10%	7.55%	N/A	N/A
<i>Lehman Aggregate</i>				-0.08%	-0.08%	7.12%		
Index								
Bank of ND	71,472	6.4%	5.6%	0.07%	0.07%	7.68%	3.93%	3.28%
<i>Lehman Gov/Credit (1)</i>				0.00%	0.00%	7.24%	3.84%	3.24%
BBB Average Quality								
Wells Capital (formerly Strong)	142,511	12.8%	12.4%	-0.59%	-0.59%	3.55%	3.04%	3.85%
<i>Lehman US Credit BAA</i>				-0.67%	-0.67%	2.62%	2.52%	3.59%
TOTAL DOMESTIC FIXED INCOME	465,273	41.9%	40.0%	-1.24%	-1.24%	2.32%	3.89%	5.04%
<i>Lehman Aggregate (2)</i>				-0.08%	-0.08%	7.12%	4.09%	3.73%
CASH EQUIVALENTS								
Bank of ND	58,776	5.3%	5.0%	0.16%	0.16%	3.43%	4.10%	3.38%
<i>90 Day T-Bill</i>				0.18%	0.18%	3.63%	4.27%	3.18%
TOTAL NDACo FUND	1,111,744	100.0%	100.0%	-1.09%	-1.09%	-7.78%	4.24%	6.42%
POLICY TARGET BENCHMARK				-0.18%	-0.18%	-5.04%	4.76%	6.34%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.